

| | | | |
|--|--------------------------------------|-------------------------------|---------------------------------------|
| U.S. DEPARTMENT OF AGRICULTURE FOREST SERVICE INTEGRATED RESOURCE CONTRACT (Applicable to Contracts with Measurement before Harvest) | | Name of Contractor | |
| National Forest Apache/Sitgreaves | Ranger District Black Mesa | Region Southwestern | Contract Number |
| Contract Name SinkHole | | Award Date | Termination Date 08/28/2017 |

The parties to this contract are The United States of America, acting through the Forest Service, United States Department of Agriculture, hereinafter called Forest Service, and _____ hereinafter called Contractor.

Unless provided otherwise herein, Forest Service agrees to sell and permit Contractor to cut and remove Included Timber and Contractor agrees to purchase, cut, and remove Included Timber and complete required stewardship projects.

IN WITNESS WHEREOF, the parties hereto have executed this contract as of the award date.

UNITED STATES OF AMERICA

Two Witnesses:^{2/}

 (Name)

 (Address)

 (Name)

 (Address)

By: _____
 Contracting Officer

 (Title)

By: _____
 (Contractor) ^{3/}

 (Title)

 (Business Address)

I, ^{4/}_____, certify that I am the _____
 Secretary of the corporation named as Contractor herein; that _____
 who signed this contract on behalf of Contractor, was then _____
 of the corporation; that the contract was duly signed for and in behalf of the corporation by authority of its governing body, and is
 within the scope of its corporate powers.

_____ **CORPORATE SEAL ^{5/}**

INSTRUCTIONS:

- 1/ If Contractor is a corporation, state a "corporation organized and existing under the laws of the State of _____" and specify the State; if Contractor is a partnership, state a "partnership consisting of _____" and specify the names of each partner; and if Contractor is a sole proprietor doing business under an assumed name, state "(n) individual doing business under the name of _____ City of _____, State of _____."
- 2/ The signatures and addresses of two witnesses are required if Contractor is other than a corporation.
- 3/ If Contractor is a co-partnership, the signatures should be: XYZ Company, by John Doe, a member of the firm. If Contractor is a corporation, form of signature should be: XYZ Company, by John Doe, President (or other officer or agent) and the seal of the corporation must be impressed or indicated.
- 4/ The certificate must be completed if Contractor is a corporation.
- 5/ For companies incorporated in States that require a corporate seal, if the corporation has no corporate seal that fact shall be stated, in which case a scroll or adhesive seal shall follow the corporate name.

| EXAMPLE 1/ | |
|--|--|
| <div>Subcontractor Certification Regarding Debarment, Suspension, Ineligibility, and Voluntary Exclusion</div> <div>Contract Name: _____ National Forest: _____</div> <div>The prospective subcontractor (participants in lower tier covered transactions) certifies, by submission of this proposal, that neither it nor its principals is presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this contract by any Federal department or agency.</div> <div>Where the prospective subcontractor is unable to certify to any of the statements in this certification, such prospective subcontractor shall attach an explanation to this proposal.</div> <div>Name of Subcontractor: _____ Business Address: _____ _____</div> <div><div>_____</div><div>Date</div><div>_____</div><div>Signature</div></div> <div>1/ It is Contractor's responsibility to have subcontractors complete this certification and to maintain a file of completed certifications. This certification does not need to be returned to the Forest Service, except at the written request of the Contracting Officer.</div> | |

T11NR15EG&SRBM Sec28,29,30,31,32,33

[illegible]

| | Number | Acres |
|--|--------|-------|
| Clearcutting Units (CT.3.1) | | |
| Specified Road Clearing (CT.3.2) | | |
| Overstory Removal Units (CT.3.3) | | |
| Understory Removal Units (CT.3.4) | | |
| Individual Trees (CT.3.5) | | 825 |
| Incompletely Measured Payment Units (CT.3.6) | | |

AT.4 - Timber Payment Rates, applicable to DT.1 and ET.0

AT.4.1 - Escalated Rates, applicable for Species and Products to be Paid for at Rates Escalated under DT.2

| Species | Product | Unit of Measure | Rates per Unit of Measure | | | | | Base Index |
|----------------|---------|-----------------|---------------------------|------------------|-------------------|-----------------------|---|------------|
| | | | Base \$ | Advertised \$ | Bid Premium \$ | Bid (Tentative) \$ | Required Deposits Slash Disposal \$ | |
| Not Applicable | | | | | | | | |

AT.4.2- Flat Rates, applicable for Species and Products to be Paid for at Flat Rates

| Species | Product | Unit of Measure | Rates per Unit of Measure | | | | |
|---------------------------------|-----------|-----------------|---------------------------|------------------|-------------------|------------------|---|
| | | | Base \$ | Advertised \$ | Bid Premium \$ | Bid (Flat) \$ | Required Deposits Slash Disposal \$ |
| Ponderosa Pine | Sawtimber | CCF | 5.00 | 14.78 | | | .00 |
| Ponderosa Pine 9" to 11.9 " DBH | Sawtimber | CCF | 3.00 | 10.79 | | | .00 |
| Ponderosa Pine | Pulpwood | CCF | 1.00 | 1.00 | | | .00 |

For purposes of convenience in collection and bookkeeping, Bid Rates stated in AT.4 include payment of deposits for contract area betterment required pursuant to 16 USC 576b. Such deposits are not included as Required Deposits defined hereunder.

AT.4.3 - Schedule of Payment Units

| Pay- ment Unit No. | App rox. Acres | To be Escalated under AT.4.1 | | | | Total Tentative Payment \$ | To be Paid for at Flat Rates under AT.4.2 | | | | Total Flat Rate Payment \$ | Total Required Deposits for Slash Disposal \$ |
|-----------------------------|----------------------|------------------------------|---------|-----|-----|-------------------------------------|---|-----------|----------|-----|--|--|
| | | Species | Product | Qty | UOM | | Species | Product | Qty | UOM | | |
| 1 | 116 | | | | | | Ponderosa Pine | Sawtimber | 264.00 | CCF | | .00 |
| | | | | | | | Ponderosa Pine 9" to 11.9 " DBH | Sawtimber | 146.80 | CCF | | |
| | | | | | | | Ponderosa Pine | Pulpwood | 246.80 | CCF | | |
| | | | | | | | Total PU Quantity And Value | | 657.60 | CCF | | |
| 2 | 244 | | | | | | Ponderosa Pine | Sawtimber | 555.40 | CCF | | .00 |
| | | | | | | | Ponderosa Pine 9" to 11.9 " DBH | Sawtimber | 308.70 | CCF | | |
| | | | | | | | Ponderosa Pine | Pulpwood | 519.10 | CCF | | |
| | | | | | | | Total PU Quantity And Value | | 1,383.20 | CCF | | |
| 3 | 373 | | | | | | Ponderosa Pine | Sawtimber | 849.00 | CCF | | .00 |
| | | | | | | | Ponderosa Pine 9" to 11.9 " DBH | Sawtimber | 471.90 | CCF | | |
| | | | | | | | Ponderosa Pine | Pulpwood | 793.60 | CCF | | |
| | | | | | | | Total PU Quantity And Value | | 2,114.50 | CCF | | |
| 5 | 60 | | | | | | Ponderosa Pine | Sawtimber | 136.60 | CCF | | .00 |
| | | | | | | | Ponderosa Pine 9" to 11.9 " DBH | Sawtimber | 75.90 | CCF | | |
| | | | | | | | Ponderosa Pine | Pulpwood | 127.70 | CCF | | |
| | | | | | | | Total PU Quantity And Value | | 340.20 | CCF | | |
| 6 | 32 | | | | | | Ponderosa Pine | Sawtimber | 72.80 | CCF | | .00 |
| | | | | | | | Ponderosa Pine 9" to 11.9 " DBH | Sawtimber | 40.50 | CCF | | |
| | | | | | | | Ponderosa Pine | Pulpwood | 68.10 | CCF | | |
| | | | | | | | Total PU Quantity And Value | | 181.40 | CCF | | |
| | | | | | | | | | | | | |

AT.4.4 - Stewardship Credits, applicable to ET.2.2 and KT-GT.9#

| Mandatory Stewardship Projects | | | | | |
|--------------------------------|---|------------------|----------|-------------|---------------|
| Project Number | Project Description | Units of Measure | Quantity | Bid Rate \$ | Total Credits |
| 1.0 | Removal of all merchantable material and non-saw and removal of created slash | Acres | 825.00 | | |
| | | | | | |

| Optional Stewardship Projects | | | | | | |
|-------------------------------|----------------|--|------------------|----------|-------------|---------------|
| Priority | Project Number | Project Description | Units of Measure | Quantity | Bid Rate \$ | Total Credits |
| 2 | 1.1 | Removal of all non merchantable material (PCT) | Acres | 825.00 | | |
| | | | | | | |

The following definitions are established for the terms used in AT.4:

Base Rates are the lowest rates of payment for timber that are authorized by this contract. Base Rates remain constant throughout the life of this contract and are not subject to change by rate redetermination, except for reduction under DT.3.1, DT.3.2, or DT.3.3.

Advertised Rates are the minimum acceptable Bid Rates for timber, exclusive of Required Deposits. These rates are those indicated by appraisal, with a cost allowance made for construction of Specified Roads listed in AT.7, but are never less than Base Rates.

Bid Premium Rates are the amounts by which Contractor's bid is in excess of Advertised Rates. The Bid Premium Rates are constant during this contract, except as provided in DT.3.1, DT.3.2, and DT.3.3.

Bid Rates are the rates bid by Contractor (exclusive of Required Deposits for slash disposal and road maintenance) and are the sum of Advertised Rates and Bid Premium Rates. Until a rate redetermination becomes effective, the Bid Rate for species and products in AT.4.1 is the Tentative Rate that is subject to quarterly adjustment under DT.2; for species and products in AT.4.2, the Bid Rate is the Flat Rate.

Required Deposits are deposits that Contractor may be required to pay for slash disposal (16 USC 490) and road maintenance (16 USC 537). Required Deposits may be adjusted as part of a rate redetermination or a Contract Term Extension. The table shows only Required Deposits for slash disposal; road maintenance deposits, if any, are given in KT-FT.3.2#.

Base Index is the specified average of the lumber or other product selling value index used as the basis for computing adjustment in rates for variance in product selling value, as provided in DT.2.

AT.5 - Indices Used in Quarterly Adjustment, applicable to DT.2

| Species | Index Name and Date |
|----------------|---------------------|
| Not Applicable | |

AT.6 - High Stumps, applicable to GT.4.1.2

| Species | Product | Maximum Stump Height (inches) |
|---------|---------|-------------------------------|
| All | All | 12 |
| | | |

AT.7 - Specified Roads, applicable to FT.2

Name and Date of Governing Road Specifications:

| Project | | Design Class | Approx. Length (mi./km.) | Sheet Numbers and Approval Date | Performance Responsibility | | |
|----------|----------------|--------------|--------------------------|---------------------------------|----------------------------|--------|-------------------------|
| Road No. | Name | | | | Survey | Design | Construction Staking 1/ |
| | Not Applicable | | | | | | |

1/ Indicate timing, i.e., before clearing (BC) or after clearing (AC). Applicable to FT.2.1.2

AT.8 - Forest Service Engineering Completion Schedule, applicable to FT.2.1

| Road No. | Road Name | Type of Work | Completion Date |
|----------|----------------|--------------|-----------------|
| | Not Applicable | | |

AT.9 - Fire Precautionary Period, applicable to HT.2

May 01 to November 15, inclusive

AT.10 - Contractor Responsibility to Furnish Crews and Equipment for:

Initial Fire Supression, applicable to HT.3

Within 40 road miles

Fire Suppression Reinforcement, applicable to HT.3.1.2 and HT.3.1.3

Within 50 road miles

AT.11 - Contractor's Obligation per Operations Fire, applicable to HT.4.1

Maximum Amount: \$ \$6,000

AT.12 - Termination Date, applicable to IT.2

August 28, 2017

AT.13 - Normal Operating Season, applicable to GT.3.1, GT.6.6, IT.2.1, and JT.3

First Period: April 15 to November 15, inclusive

Second Period: to , inclusive

AT.14 - Performance Bond, applicable to JT.1**Performance Bond Amount:** _____**AT.15 - Downpayment**, applicable to E.T.2.1.1**Downpayment Amount:** Not Applicable**AT.16 - Periodic Payment Amount**, applicable to ET.2.1.3

| | <u>Periodic Payment Determination Date</u> | <u>Amount</u> |
|----------------------------|--|---------------|
| Initial Payment: | <u>N/A</u> | <u>N/A</u> |
| Additional Payment: | <u>N/A</u> | <u>N/A</u> |

AT.17 - Market-Related Contract Term Addition Producer Price Index, applicable to IT.2.1.2**Index Name:** Softwood Lumber **Index Number:** 0811**AT.18 - Inapplicable Provisions**

The following listed provisions are hereby made inapplicable. (Instructions: List by reference number and title.)

| | |
|----------|---------------------------------------|
| ET.4 | PAYMENTS NOT RECEIVED |
| IT.2.1.2 | MARKET-RELATED CONTRACT TERM ADDITION |

AT.19 - List of Special Provisions in Part KT

The following listed special provisions are attached to and made a part of this contract. Provisions with reference numbers followed by # contain blanks into which data have been entered for this contract. (Instructions: List by reference number, title, and date.)

| | |
|----------------------|---|
| KT-CT.3.5.1# | DESIGNATION BY SPACING (09/2004) |
| KT-CT.3.5.2# | DESIGNATION BY SPECIES AND DIAMETER (09/2004) |
| KT-CT.3.5.6# | INDIVIDUAL TREES (LEAVE TREE MARKING) (05/2008) |
| KT-ET.4 | PAYMENTS NOT RECEIVED (08/2012) |
| KT-FT.1.2.1# | ROAD USE AGREEMENTS (05/2008) |
| KT-FT.3.1# | ROAD MAINTENANCE REQUIREMENTS (09/2004) |
| KT-FT.4.1 | SNOW REMOVAL (05/2008) |
| KT-GT.2.4# | SITE SPECIFIC SPECIAL PROTECTION MEASURES (09/2004) |
| KT-GT.3.1.3# | TIMING OF SALE OPERATIONS (07/2009) |
| KT-GT.4# | CONDUCT OF LOGGING (07/2009) |
| KT-GT.4.3 | PROTECTION OF PUBLIC IN RECREATION AREAS (05/2008) |
| KT-GT.6 | EROSION PREVENTION AND CONTROL (05/2008) |
| KT-GT.6.0.1# | EROSION CONTROL SEEDING (05/2008) |
| KT-GT.6.0.2 | TEMPORARY ROAD AND LANDING SCARIFICATION (05/2008) |
| KT-GT.7# | SLASH TREATMENT (05/2008) |
| KT-GT.8 | MEASURING (03/2013) |
| KT-GT.8.2 | ACCOUNTABILITY (05/2008) |
| KT-GT.9# | STEWARDSHIP PROJECTS (09/2004) |
| KT-HT.2 | SPECIFIC FIRE PRECAUTIONS (05/2008) |
| KT-HT.2.1 | FIRE GUARDS (05/2008) |
| KT-HT.2.2 | EMERGENCY FIRE PRECAUTIONS (01/2014) |
| KT-HT.2.3 | COMMUNICATIONS (05/2008) |
| KT-IT.2.1.2 | MARKET-RELATED CONTRACT TERM ADDITION (11/2008) |
| KT-IT.6.8#(Option 1) | USE OF TIMBER (09/2004) |